Exhibit No. 2

Murray H. Fout, Assignee of Clayton H. Zimmerman and Phebe R. Zimmerman, his wife, mortgagees of Colton E. Watts,

IN THE CIRCUIT COURT FOR

Jr. and Elaine D. Watts, his :

FREDERICK COUNTY, MARYLAND

wife

: : : : : : : : :

STATEMENT OF MORTGAGE CLAIM

Indebtedness of Colton E. Watts, Jr. and Elaine D. Watts, his wife, due Clayton H. Zimmerman and Phebe R. Zimmerman, his wife, on account of note secured by mortgage dated January 10, 1974 and recorded among the Land Records of Frederick County, Maryland in Liber 930, folio 896, in the original principal amount of Eleven Thousand Dollars (\$11,000.00) with interest at the rate of eight per centum (8%) per annum, payable in monthly installments of One Hundred Thirty-three Dollars and forty-seven cents (\$133.47), each, including interest, the first of said installments being payable on the 10th day of February, 1974 and continuing on the 10th day of each and every month thereafter until principal and interest are paid in full; which obligation has been in default, is now in default and title to said mortgage and the debt thereby secured having subsequently been assigned by the said Clayton H. Zimmerman and Phebe R. Zimmerman, his wife, to Murray H. Fout, as Assignee, for the purpose of foreclosure.

> Principal sum due.....\$9,510.52 Interest from December 10, 1975 to and including May, 10, 1976.. 316.84 Fire insurance premium paid unto Grayson H. Mercer & Sons, Frederick, Md. by mortgagees on 1-3-76.... 48.00 thereunder as of May 10, 1976 and with interest thereafter at the rate of \$2.0845 per day